

Modern Slavery Statement

This statement has been published in accordance with the Modern Slavery Act 2015. It sets out the steps taken by Avingtrans plc and subsidiaries (the “Group”) during the year ended 31 May 2018 to prevent modern slavery and human trafficking in its business and supply chains.

Our business

Avingtrans plc creates shareholder value through a “Pinpoint-Invest-Exit” strategy targeted at highly regulated engineering markets. This involves making strategic acquisitions, investing to improve these businesses and selling these businesses.

The Group’s divisions; design, manufacture and supply original equipment, systems and associated aftermarket services to the energy and medical sectors.

The Group operate globally with sites in the UK, USA, China and India. The Groups headquarters are situated in Chatteris, England, and had an average of 656 employees over the 12 month period to 31 May 2018.

Our supply chain

Our supply chain includes the procurement of raw materials, components, professional services, facility maintenance, and agency staff.

The Group requires its Human Resources teams, its Supply Chain teams, Compliance Officer, and the General Managers of its operations to complete training covering provisions of the Modern Slavery Act 2015, business areas most at risk, and supply chain audits.

The Group uses only reputable recruitment agencies to source labour and always verifies the practises of any new agencies it intends to use before accepting workers from that agency.

The Group undertakes due diligence when it considers taking on new suppliers and when reviewing existing suppliers.

Our commitment

We understand our duty to respect human rights, we are committed to identifying vulnerable workers and we will not tolerate any form of slavery or servitude in our business or supply chains. Our risk-based approach enables us to proactively tackle serious exploitation of workers and provide resources where they are most needed to protect workers.

Modern slavery and human trafficking are abhorrent practices that still exist in many parts of the world, including the UK. This is our first statement on our efforts to prevent modern slavery in line with Section 54 of the UK Modern Slavery Act 2015. It details the steps taken during the year ending 31 May 2018 to prevent modern slavery and human trafficking in our business operations and supply chains.

Exposure to modern slavery

We have considered risk of exposure to the Group to slavery and human trafficking, taking into account:

- Limited direct and supply chain operations in countries with a high prevalence of modern slavery, informed by third party external sources including the Global Slavery Index.
- Highly-skilled nature of the activities and roles undertaken across the Group, and the skill set and qualifications required to perform these activities, reducing our exposure to temporary or low-skilled agency employment.
- The application of our group policies and processes, including procurement and recruitment processes

As a result of the above factors we consider the risk of slavery or human trafficking occurring within our direct employee population, business operations and supply chain to be low.

Training

In partnership with Make UK, we have run training courses at two of our sites. This training has been targeted at those employees working in Purchasing and Human Resources which we consider to have a higher likelihood of coming into contact with slavery and human trafficking.

This training taught the main principles of the Modern Slavery Act, how to act if slavery is suspected, and best practices which companies are adopting.

In the coming year we will roll-out Modern Slavery Act training across more of our sites and include training as part of the employee induction process.

Performance indicators

The Group has reviewed its key performance indicators in light of the introduction of the Modern Slavery Act 2015. As a result, the organisation:

- requires relevant individuals to have completed training on the Modern Slavery Act; and
- requires all business units to update their checks on new and existing suppliers.

This statement has been approved by the Group's Board of Directors who will review and update it annually.



Steve McQuillan

Chief Executive Officer